

New York is one of the largest – and most diverse – construction markets in the world. It enjoys a surprisingly equal mix of residential, education, commercial, and infrastructure projects in development across the five boroughs. The appetite for large-scale projects here persists even through the pandemic, with notable projects breaking ground all over the city.

Even so, supply-chain issues and high escalation has kept costs high and volume down. The market is still well below its pre-pandemic levels, and

will likely remain so for some time. The market is still expected to see an influx of federal funding towards infrastructure projects due to the Inflation Reduction Act. Construction and real estate comprise 20% of New York City's GDP while providing 10% of jobs and 5% of wages. Labor costs will likely rise in the next few years, as there has not been a corresponding increase in the labor market to offset this rise in spending.

New York, NY

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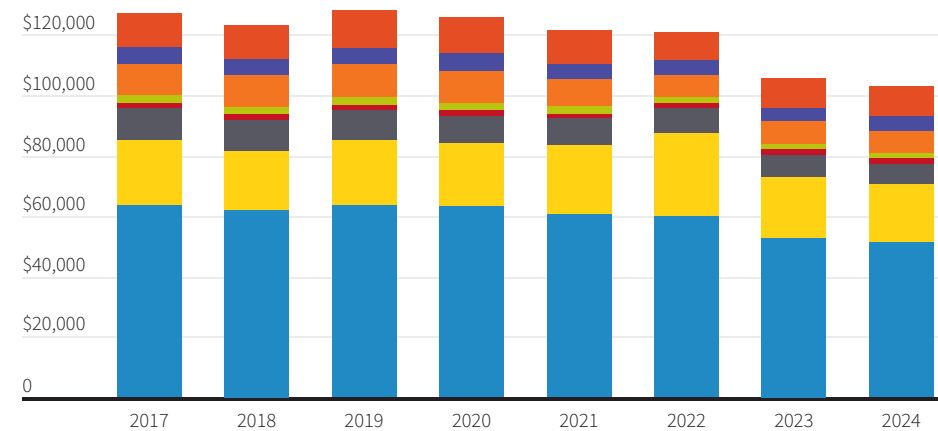
Total Construction Market Volume by Sector (x \$1m, Nominalized 2012\$)

	2017	2018	2019	2020	2021	2022	2023	2024
Total Increase	-2.5%	-2.8%	3.7%	-1.6%	-3.8%	-0.4%	-12.5%	-2.7%
Residential	-1.5%	-9.5%	5.2%	-0.6%	10.6%	19.6%	-27.2%	-4.6%
Commercial	3.2%	2.0%	1.1%	-5.0%	-10.3%	-9.9%	-6.1%	-7.5%
Manufacturing	-14.5%	-4.3%	3.9%	-13.3%	-0.5%	4.2%	4.3%	-5.3%
Healthcare	3.2%	-2.4%	1.9%	-2.0%	-4.7%	-8.3%	-5.7%	0.6%
Education	3.2%	1.2%	2.2%	-1.0%	-15.0%	-19.0%	-1.2%	4.4%
Other Structure*	6.9%	1.2%	-1.8%	4.4%	-10.8%	-11.8%	-2.4%	0.8%
Infrastructure	-15.7%	0.7%	8.2%	-2.2%	-10.5%	-13.3%	7.0%	-2.5%

◀ HISTORIC FORECAST ▶

* This includes religious buildings, amusement, government communications, and public recreation projects.

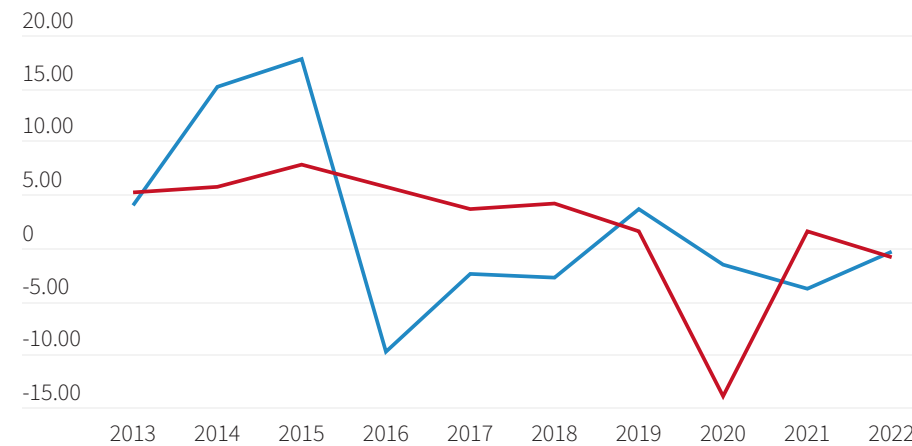
Annual Volume (x\$1M, 2012\$)



Legend: Total (Blue), Residential (Yellow), Commercial (Grey), Manufacturing (Red), Healthcare (Green), Education (Orange), Other Struct (Purple), Infrastructure (Dark Red)

SOURCE: IHS-Market

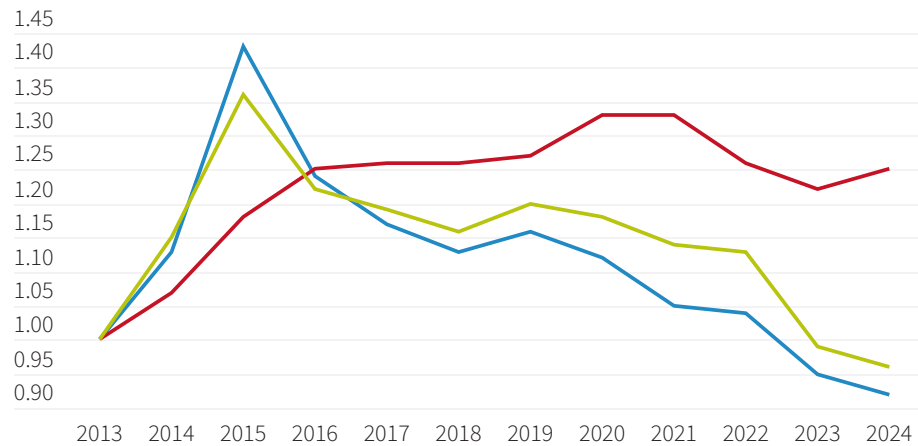
Construction Volume vs Labor - Annual Increase/Decrease



Legend: Construct. Vol. (Blue), Labor (Red)

SOURCE: ReedConnect

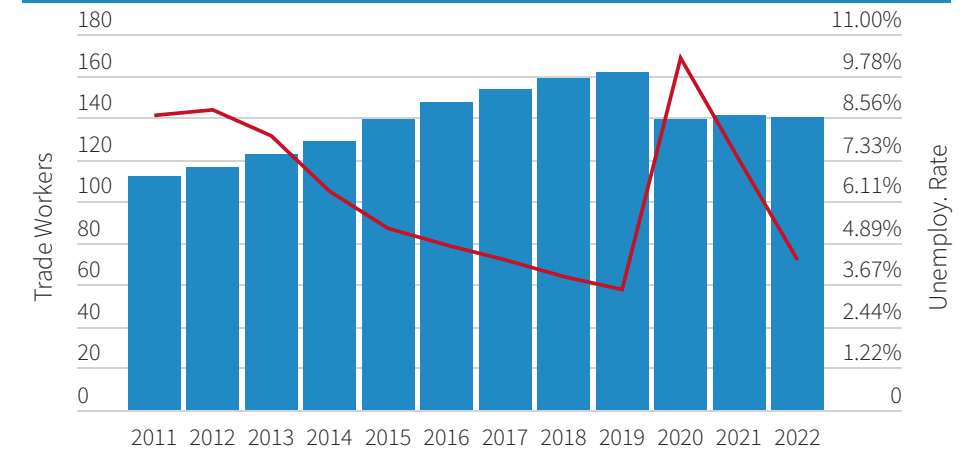
Construction Spending Index 2013-2024 (2013=1.0)



Legend: State (Blue), U.S. (Red), City (Green)

SOURCE: IHS-Market

Regional Construction Employment



Legend: Trade Workers (Blue), Unemploy. Rate (Red)

SOURCE: U.S. Bureau of Labor Statistics

Top Regional Projects Sorted by Construction Value

Project Name	Location	Value
Champlain Hudson Power Express Project (Canada to New York)	Albany	4.50B
Fordham Landing Project / Bronx Waterfront Mixed-Use Development	Bronx	3.50B
RFQ D/B - Construction of Facilities at Albany Stratton VA Medical Center and Northport VA Medical Center	Albany	1.50B
Astoria Cove - Mixed-Use Development	Astoria	0.55B
RFQ D/B - Hunts Point Interstate Access Improvement Project - Contract 2	Bronx	0.52B
Tobin First Prize Center Mixed-Use Redevelopment	Albany	0.50B
Rehabilitation of 6 Bridges on Cross Bronx Expwy between Boston Road and Bronx River Parkway	Bronx	0.45B
Design-Build Services for Livingston Avenue Bridge Replacement Project	Albany	0.43B
Offshore Wind Tower Manufacturing Complex - Port of Albany	Albany	0.35B
Excelsior Energy Center	Batavia	0.35B

SOURCE: ReedConnect